Amendment No. 3 to SB3120

<u>Mc</u>	Na	<u>lly</u>
Signature	of	Sponsor

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Comm. Amdt.	-

AMEND Senate Bill No. 3120*

House Bill No. 3402

by deleting all language added by Senate Commerce, Labor & Agriculture Committee Amendment No. 1.

AND FURTHER AMEND by deleting from subdivision (6) of Section 2 of the introduced bill the second sentence.

AND FURTHER AMEND by deleting subdivision (5) of Section 2 of the introduced bill and by substituting instead the following language:

(5) "Employer" includes any individual, partnership, association, corporation, business trust, legal representative, any organized group of persons, and state or local government or any instrumentality thereof, acting directly or indirectly in the interest of an employer in relation to an employee; and

AND FURTHER AMEND by adding the following language as a new appropriately designated subdivision to Section 2:

() Tipped employees has the same meaning as the term is defined by 29 U. S.C. §203(t) who are exempt to the extent provided in 29 C.F.R. §531.

AND FURTHER AMEND by deleting Section 3 in its entirety and by substituting instead the following language:

SECTION 3.

- (a) Except for tipped employees in accordance with subsection (b), every employer shall pay to each employee wages at a rate not less than six dollars fifteen cents (\$6.15) per hour.
- (\$3.13) per hour to tipped employees if they claim a tip credit against their minimum wage obligation. If an employee's tips combined with the employer's cash wage of at least three dollars thirteen cents (\$3.13) per hour do not equal the minimum hourly wage

of six dollars and fifteen cents (\$6.15) in accordance with this act, the employer must make up the difference. The employer who elects to use the tip credit provision must inform the employee in advance and must be able to show that the employee receives at least the minimum wage of six dollars and fifteen cents (\$6.15) when direct wages and the tip credit allowance are combined. In addition employees must retain all of their tips, except to the extent that they participate in a valid tip pooling or sharing arrangement.